

# **HERSHEY CHOCOLATE CORPORATION**

AND

**SUBSIDIARY COMPANIES**

## **CONSOLIDATED BALANCE SHEET**

**December 31st, 1921**

AND

**INCOME STATEMENT**

**For the 12 Months Ending, December 31st, 1921**



## **COMPARATIVE BALANCE SHEET**

OF

# **HERSHEY CHOCOLATE COMPANY**

**(PRINCIPAL SUBSIDIARY)**

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**December 31st, 1921**

# HERSHEY CHOCOLATE CORPORATION

## AND SUBSIDIARIES

### CONSOLIDATED BALANCE SHEET—DECEMBER 31, 1921

#### ASSETS

Cash .....	2,214,591.26
Customers' Accounts Receivable (Net).....	1,271,967.72
Merchandise Inventories .....	5,346,170.97
Prepaid Insurance, Interest and Taxes.....	97,676.54
Sugar Crop 1922 Advances and Other Prepayments .....	907,307.92
Land and Buildings .....	12,320,031.51
Machinery and Equipment .....	9,429,988.59
Public Service Construction .....	9,973,418.09
Public Service Equipment .....	1,935,753.54
Good Will, Trade Marks, etc.:	
(Of which \$4,494,098.12 represents amount paid for stock of subsidiaries in excess of par value)	4,903,930.20
Deferred Charges, Unamortized Bond Discount, etc.....	1,045,331.60
<b>TOTAL ASSETS .....</b>	<b>49,446,167.94</b>

#### LIABILITIES

Accounts Payable .....	1,200,153.78
Accrued Taxes, Interest, etc.....	514,574.49
Bank Loans .....	10,666,217.98
Funded Debt .....	9,349,209.75
Reserve for Depreciation .....	6,181,351.86
Capital Stock .....	2,140,700.00
Surplus .....	19,393,960.08
<b>TOTAL LIABILITIES .....</b>	<b>49,446,167.94</b>

**HERSHEY CHOCOLATE CORPORATION**  
**AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF INCOME AND PROFIT AND LOSS**  
**FOR THE TWELVE MONTHS ENDING DECEMBER 31, 1921**

Sales .....	26,523,827.29
Cost of Goods Sold.....	19,189,553.08
Gross Profit .....	<u>7,334,274.21</u>
Shipping and Selling Expenses.....	1,303,139.88
General and Administrative Expenses.....	1,829,498.39
Total Expenses .....	<u>3,132,638.27</u>
Net Profit .....	<u>4,201,635.94</u>
Cash Discounts Taken.....	101,629.15
Interest on Notes Receivable, etc.....	7,197.70
Other Income .....	<u>102,394.48</u>
Gross Income .....	<u>4,412,857.27</u>
<b>Deductions from Income:</b>	
Interest on Funded Debt.....	715,024.40
Interest on Notes and Bank Loans.....	1,135,143.72
Cash Discounts Allowed.....	396,748.32
Federal Taxes .....	869,510.27
Other Deductions .....	<u>112,452.25</u>
Total Deductions from Income.....	<u>3,228,878.96</u>
Net Income .....	<u>1,183,978.31</u>
Dividends Paid .....	<u>130,849.83</u>
Balance .....	1,053,128.48
Add:	
Profit and Loss Credits.....	<u>15,880.70</u>
Total .....	<u>1,069,009.18</u>
Deduct:	
Profit and Loss Debits.....	<u>92,917.37</u>
Surplus for the Period.....	976,091.81
Surplus Beginning of Period.....	<u>18,417,868.27</u>
Surplus End of Period.....	<u><u>19,393,960.08</u></u>

# HERSHEY CHOCOLATE COMPANY

## COMPARATIVE BALANCE SHEET—DECEMBER 31, 1921

ASSETS			
	December 31, 1921	January 1, 1921	Increase Decrease
<b>Fixed Assets:</b>			
Real Estate—Land and Buildings.....	7,433,507.02	7,172,883.33	260,623.69
Machinery, Equipment and Fixtures.....	4,950,936.96	4,728,255.15	222,681.81
<b>Total Fixed Assets.....</b>	<b>12,384,443.98</b>	<b>11,901,138.48</b>	<b>483,305.50</b>
<b>Investments, Securities and Intercompany Accounts.....</b>	<b>28,311,204.13</b>	<b>26,753,331.00</b>	<b>1,557,873.13</b>
<b>Current Assets:</b>			
Cash.....	1,781,321.44	720,485.00	1,060,836.44
Accounts Receivable (Net).....	872,481.63	894,787.56	22,305.93
Merchandise Inventories.....	3,065,499.22	4,754,570.59	1,689,071.37
Prepayments a/c Purchases.....	5,767.75	4,867.06	900.69
<b>Total Current Assets.....</b>	<b>5,725,070.04</b>	<b>6,374,710.21</b>	<b>649,640.17</b>
<b>Deferred Charges.....</b>	<b>49,226.43</b>	<b>166,416.24</b>	<b>117,489.81</b>
<b>Good Will, Trade Marks, etc.....</b>	<b>318,454.30</b>	<b>318,454.30</b>	
<b>TOTAL ASSETS.....</b>	<b>46,788,398.88</b>	<b>45,514,350.23</b>	<b>1,274,048.65</b>
LIABILITIES			
<b>Capital Stock:</b>			
Preferred.....	1,635,700.00	1,634,000.00	1,700.00
Common.....	500,000.00	500,000.00	
<b>Total Capital Stock.....</b>	<b>2,135,700.00</b>	<b>2,134,000.00</b>	<b>1,700.00</b>
<b>First Mortgage 6% Gold Bonds (see note).....</b>	<b>10,315,714.28</b>	<b>10,791,904.76</b>	<b>476,190.48</b>
<b>Current Liabilities:</b>			
Loans and Notes Payable.....	2,437,092.19	6,517,980.81	4,080,888.62
Accounts Payable.....	383,518.32	916,002.82	532,484.50
Accrued Taxes.....	43,552.98	13,607.49	29,945.49
Accrued Income and Excess Profits Taxes.....	109,932.80		109,932.80
Accrued Wages, Interest, etc.....	51,776.79	53,959.52	2,182.73
<b>Total Current Liabilities.....</b>	<b>3,025,873.08</b>	<b>7,501,550.64</b>	<b>4,475,677.56</b>
<b>Intercompany Accounts—Credits.....</b>	<b>3,125,611.53</b>	<b>1,172,479.15</b>	<b>1,953,132.38</b>
<b>Reserve for Depreciation.....</b>	<b>3,369,531.51</b>	<b>2,817,377.97</b>	<b>552,153.54</b>
<b>Surplus:</b>			
Balance December 31, 1920.....	21,097,037.71	21,097,037.71	
Profit for Year.....	3,849,780.60		3,849,780.60
<b>Gross Total.....</b>	<b>24,946,818.31</b>	<b>21,097,037.71</b>	<b>3,849,780.60</b>
Dividends Paid.....	130,849.83		130,849.83
<b>Surplus Balance December 31, 1921.....</b>	<b>24,815,968.48</b>	<b>21,097,037.71</b>	<b>3,718,930.77</b>
<b>TOTAL LIABILITIES.....</b>	<b>46,788,398.88</b>	<b>45,514,350.23</b>	<b>1,274,048.65</b>

NOTE—Pledged as security for Hershey Chocolate Corporation First Lien 7½% Ten-Year Sinking Fund Gold Bonds